



5619 05/23/06 \$20,000.00 ✓

OFFICE OF
INSURANCE COMMISSIONER

In the Matter of)	No. D 06-162
)	
UNION SECURITY LIFE)	CONSENT ORDER
INSURANCE COMPANY,)	IMPOSING A FINE
)	
An Authorized Insurer.)	

Findings of Fact:

1. Union Security Life Insurance Company ("Union Security Life") is authorized to conduct insurance business in Washington State. It issues life and disability insurance.
2. Union Security Life filed its calendar year 2004 Annual Statement with the Office of the Insurance Commissioner on August 30, 2005.
3. Union Security Life filed its calendar year 2004 April Supplemental financial reports with the Office of the Insurance Commissioner on August 29, 2005.
4. Union Security neither admits nor denies the Findings of Fact contained herein.

Conclusions of Law:

1. The failure of Union Security Life to timely file its 2004 Annual Statement and 2004 April Supplemental financial reports by their due dates of February 28, 2005 and April 1, 2005, respectively, would constitute a violation of RCW 48.05.250.
2. RCW 48.05.185 authorizes the Commissioner to impose a fine in lieu of or in addition to the suspension or revocation of an insurer's certificate of authority.
3. WAC 284-07-060(2)(a) requires an insurer's annual statement be accompanied by a signed Statement of Actuarial Opinion as executed in accordance with the appropriate *Annual Statement Instructions* and *Accounting Practices and Procedures Manuals* promulgated by the National Association of Insurance Commissioners.

Consent to Order:

Union Security Life consents to the following, in order to resolve this matter without further legal or administrative proceedings. The Insurance Commissioner consents to resolve this matter, in consideration of the insurer's payment of a fine, as set forth below.

Consent Order Imposing a Fine
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1. Union Security Life consents to entry of the foregoing Findings of Fact and Conclusions of Law, and acknowledges its duty to comply with all applicable laws and regulations of Washington State. It waives further legal or administrative challenge to the actions taken, or to be taken, by the Insurance Commissioner relating to the subject matter of this order.
2. Within thirty days of the entry of this Order, Union Security Life will pay to the Insurance Commissioner a fine in the amount of \$20,000 (Twenty Thousand dollars).
3. If Union Security Life fails to pay the fine in full within thirty days of the entry of this order, this will constitute grounds for the suspension or revocation of the certificate of authority held by Union Security Life in Washington State. It will also result in a civil action being brought by the Attorney General on behalf of the Insurance Commissioner, to recover the fine.

Executed this 22nd day of May, 2006

UNION SECURITY LIFE INSURANCE COMPANY

By: Russell G. Kirsch

PRINTED NAME: Russell G. Kirsch

PRINTED CORPORATE TITLE: Senior Vice President
Regulatory Administration

Order:

Pursuant to the foregoing Findings of Fact, Conclusions of Law, and Consent to Order, the Insurance Commissioner orders as follows:

1. Union Security Life Insurance Company is ordered to pay, within thirty days of the entry of this Order, a fine in the amount of \$20,000 (Twenty thousand dollars).
2. Failure to timely pay the fine in full will constitute grounds for the suspension or revocation of the certificate of authority held by the insurer in Washington State.
3. It will also result in a civil action being brought by the Attorney General, on behalf of the Insurance Commissioner, to recover the fine.

Executed this 24th day of May, 2006

MIKE KREIDLER

Insurance Commissioner

By: Marcia G. Stickler

Marcia G. Stickler
Legal Affairs Division